

FIS Copper Technical

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Copper Rolling 3 month



Support		Resistance		Current Price	Bull	Bear
S1	8,083	R1	8,525	8,463.5	RSI above 50	Stochastic overbought
S2	7,885	R2	8,735			
S3	7,686	R3	8,901			

Synopsis - Intraday

- Price is between the 8-21 period EMA's
- RSI is above 50 (51)
- Stochastic is overbought
- Price is below the weekly pivot point (USD 8,319)
- The upside move in the futures is starting to find resistance at the USD 8,525 level (50% Fibonacci retracement) with price now trading between the 8-21 period EMA's. The RSI is near neutral at 51 with price above the weekly pivot point.
- Upside moves that fail at or below USD 8,735 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Likewise, downside moves that hold at or above USD 8,083 will support a near-term bull argument, below this level we target the USD 7,867 fractal low.
- The longer term technical remains bearish having rejected the USD 9,522 resistance in January. Since then, the downside move looks to consist of 3 main waves, suggesting that we could potentially have another move to the downside coming. The intraday technical is showing signs of exhaustion, warning we could be about to see a technical pullback. However, we have some conflict here between the Elliott wave cycle and momentum, as the MA on the RSI is moving higher, implying momentum is supported. Likewise, the RSI is making new highs, implying pullbacks in the near-term have the potential to find buyside support at lower levels, making USD 8,083 the key support to follow.
- The technical looks vulnerable to a pullback in the near-term (as highlighted in the morning report); however, we could see buyside support at lower levels based on momentum, suggesting this upside move has the potential to be a 3-wave corrective pattern higher within a longer-term bear cycle.

Source Bloomberg